

DOCKET NO. UM 1726

Cover Sheet for Submission of  
2015 Annual ETC Certification Reports

Name of Eligible Telecommunications Carrier: Oregon Telephone Corp

Filing date: June 25, 2015

Is this: Original submission? X  
OR  
Revised submission? \_\_\_\_\_

Person to contact for questions:

Name Delinda Kluser

Phone number 541-932-4411

E-mail address dkluser@oretelco.net

Documents included in this filing (please check applicable items):

- ☐ CAF/ICC Support (47 CFR § 54.304)
- ☐ Rate Floor Data (47 CFR § 54.313(h))
- ☒ Form 481 (High-cost per 47 CFR § 54.313, Low-income per 54.422)<sup>1</sup>
- ☐ Form 690 (Mobility Fund per 47 CFR § 54.1009)
- ☐ Affidavit for High-Cost Support

---

**Filing deadlines:** The deadlines for filing items required by 47 CFR § 54 are the same as the deadlines for filing with the FCC. The notarized affidavit for high-cost support must be filed no later than the due date for the FCC Form 481. Based on current information, it appears that all items other than CAF/ICC support data are due by July 1, 2015. The CAF/ICC support data are due the same day as the ETC's interstate access tariff filing.

If revisions to an original submission are filed with the FCC or USAC, a copy of the revisions must be filed with the Oregon Commission no later than five business days following submission to the FCC or USAC.

---

<sup>1</sup> Lifeline-only ETCs must provide all information specified in 47 CFR § 54.422(b) even if the ETC does not submit this information to the FCC.



[USAC Home](#) | [High Cost Program](#) | [Search Tools](#) | [Form 481](#)

## CONFIRMATION

---

**Congratulations. Your filing has been successfully certified.**

Filing 2 was successfully certified on Wed 24 Jun 15 08:18:04 PM EDT by dkluser@ortelco.net .

SAC : 533336

SPIN : 143002611

Carrier Name : Oregon Tel. Corp. (MTE - Oregon)

Program Year : 2016

A confirmation email will be sent to the email address on record for your user ID. Please email USAC at [HCCERTS@USAC.ORG](mailto:HCCERTS@USAC.ORG) If you do not receive this email within 24 hours.

[Return to 481 Search](#) [Print Confirmation Page](#)

**Deedee Kluser**

---

**From:** Form481@usac.org  
**Sent:** Thursday, June 25, 2015 10:18 AM  
**To:** dkluser@ortelco.net  
**Subject:** Form 481 Certification Confirmation



### **Form 481 Certification Confirmation**

**Congratulations. Your filing has been successfully certified.**

**Filing Number: 2**

**Certification Date and Time: Thu Jun 25 13:17:32 EDT 2015**

**Filing Created By: dkluser@ortelco.net**

**SAC: 533336**

**SPIN: 143002611**

**Carrier: Oregon Tel. Corp. (MTE - Oregon)**

**Program Year: 2016**

This is a system generated email.  
Please do not respond to this message.

© 1997-2015, Universal Service Administrative Company, All Rights Reserved.  
USAC | 2000 L Street NW | Suite 200 | Washington, DC 20036

**FCC Form 481 - Carrier Annual Reporting**  
**Data Collection Form**

FCC Form 481

OMB Control No. 3050-0084/OMB Control No. 3050-0829

July 2013

<010> Study Area Code	53336
<015> Study Area Name	Oregon Tel. Corp. (MIS - Oregon)
<020> Program Year	2016
<030> Contact Name: Person USAC should contact with questions about this data	Delinda Kluser
<035> Contact Telephone Number: Number of the person identified in data line <030>	5419324411 ext.
<039> Contact Email Address: Email of the person identified in data line <030>	dkluser@ortelco.net

ANNUAL REPORTING FOR ALL CARRIERS		54.318 Completion Required	54.422 Completion Required
		(check box when complete)	
<100> Service Quality Improvement Reporting	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input type="checkbox"/>
<200> Outage Reporting (voice)	(complete attached worksheet)	<input type="checkbox"/>	<input type="checkbox"/>
<210> <input checked="" type="checkbox"/> <-- check box if no outages to report		<input checked="" type="checkbox"/>	<input type="checkbox"/>
<300> Unfulfilled Service Requests (voice)	0	<input type="checkbox"/>	<input type="checkbox"/>
<310> Detail on Attempts (voice)	<div style="border: 1px solid black; height: 40px; width: 100%;"></div> (attach descriptive document)	<input type="checkbox"/>	<input type="checkbox"/>
<320> Unfulfilled Service Requests (broadband)	0	<input checked="" type="checkbox"/>	<input type="checkbox"/>
<330> Detail on Attempts (broadband)	<div style="border: 1px solid black; height: 40px; width: 100%;"></div> (attach descriptive document)	<input type="checkbox"/>	<input type="checkbox"/>
<400> Number of Complaints per 1,000 customers (voice)		<input type="checkbox"/>	<input type="checkbox"/>
<410> Fixed	0.0	<input checked="" type="checkbox"/>	<input type="checkbox"/>
<420> Mobile	0.0	<input type="checkbox"/>	<input type="checkbox"/>
<430> Number of Complaints per 1,000 customers (broadband)		<input checked="" type="checkbox"/>	<input type="checkbox"/>
<440> Fixed	0.0	<input type="checkbox"/>	<input type="checkbox"/>
<450> Mobile	0.0	<input type="checkbox"/>	<input type="checkbox"/>
<500> Service Quality Standards & Consumer Protection Rules Compliance	(check to indicate certification)	<input checked="" type="checkbox"/>	<input type="checkbox"/>
<510> <div style="border: 1px solid black; padding: 2px;">53336oz510.pdf</div>	(attach descriptive document)	<input checked="" type="checkbox"/>	<input type="checkbox"/>
<600> Functionality in Emergency Situations	(check to indicate certification)	<input checked="" type="checkbox"/>	<input type="checkbox"/>
<610> <div style="border: 1px solid black; padding: 2px;">53336oz610.pdf</div>	(attach descriptive document)	<input checked="" type="checkbox"/>	<input type="checkbox"/>
<700> Company Price Offerings (voice)	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input type="checkbox"/>
<710> Company Price Offerings (broadband)	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input type="checkbox"/>
<800> Operating Companies and Affiliates	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input type="checkbox"/>
<900> Tribal Land Offerings (Y/N)?	(if yes, complete attached worksheet)	<input type="checkbox"/>	<input type="checkbox"/>
<1000> Voice Services Rate Comparability Certification	Yes <input checked="" type="radio"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
<1010> <div style="border: 1px solid black; height: 40px; width: 100%;"></div>	(attach descriptive document)	<input type="checkbox"/>	<input type="checkbox"/>
<1100> Certify whether terrestrial backhaul options exist (Yes or No)	<input type="radio"/> Yes <input checked="" type="radio"/> No (if not, check to indicate certification)	<input checked="" type="checkbox"/>	<input type="checkbox"/>
<1110>	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input type="checkbox"/>
<1200> Terms and Condition for Lifeline Customers	(complete attached worksheet)	<input type="checkbox"/>	<input checked="" type="checkbox"/>
<b>Price Cap Carriers, Proceed to Price Cap Additional Documentation Worksheet</b>			
Including Rate-of-Return Carriers affiliated with Price Cap Local Exchange Carriers			
<2000>	(check to indicate certification)	<input type="checkbox"/>	<input type="checkbox"/>
<2005>	(complete attached worksheet)	<input type="checkbox"/>	<input type="checkbox"/>
<b>Rate of Return Carriers, Proceed to ROR Additional Documentation Worksheet</b>			
<3000>	(check to indicate certification)	<input checked="" type="checkbox"/>	<input type="checkbox"/>
<3005>	(complete attached worksheet)	<input checked="" type="checkbox"/>	<input type="checkbox"/>

**(100) Service Quality Improvement Reporting  
Data Collection Form**

FCC Form 481

OMB Control No. 3060-0986/OMB Control No. 3060-0819  
July 2013

<010>	Study Area Code	533336
<015>	Study Area Name	Oregon Tel. Corp. (MTE - Oregon)
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Delinda Kluser
<035>	Contact Telephone Number - Number of person identified in data line <030>	5419324411 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	dkluser@ortelco.net
<110>	Has your company received its ETC certification from the FCC?	(yes / no) <input type="radio"/> <input checked="" type="radio"/>
	If your answer to Line <110> is yes, do you have an existing § 54.202(a) "5	
<111>	year plan" filed with the FCC?	(yes / no) <input type="radio"/> <input type="radio"/>

If your answer to Line <111> is yes, then you are required to file a progress report, on line <112> delineating the status of your company's existing § 54.202(a) "5 year plan" on file with the FCC, as it relates to your provision of voice telephony service.

- <112> Attach Five-Year Service Quality Improvement Plan or, in subsequent years, your annual progress report filed pursuant to 47 C.F.R. § 54.313(a)(1). If your company is a CETC which only receives frozen support, your progress report is only required to address voice telephony service.

533336or112.pdf

Name of Attached Document

Please select the appropriate responses below (Yes, No, Not Applicable) to confirm that the attached document(s), on line 112, contains a progress report on its five-year service quality improvement plan pursuant to § 54.202(a). The information shall be submitted at the wire center level or census block as appropriate.

- <113> Maps detailing progress towards meeting plan targets
- <114> Report how much universal service (USF) support was received
- <115> How much (USF) was used to improve service quality and how support was used to improve service quality
- <116> How much (USF) was used to improve service coverage and how support was used to improve service coverage
- <117> How much (USF) was used to improve service capacity and how support was used to improve service capacity
- <118> Provide an explanation of network improvement targets not met in the prior calendar year.

Yes
Yes
Yes
Yes
Yes
Not Applicable





<010>	Study Area Code	833336
<015>	Study Area Name	Oregon Tel. Corp. (NWR - Oregon)
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Dellinda Kluser
<035>	Contact Telephone Number - Number of person identified in data line <030>	5419324411 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	dkluser@ortelco.net

State	Exchange (ILEC)	SAC (CETC)	Rate Type	Residential Local Service Rate	State Subscriber Line Charge	State Universal Service Fee	Mandatory Extended Area Service Charge	Total per line Rates and Fees
-- See attached worksheet								

(718) Broadband Price Offerings  
Data Collection Form

DOT Form 481  
OMB Control No. 3083-0086 / OMB Control No. 3080-0819  
July 2012

<010>	Study Area Code	533336
<015>	Study Area Name	Oregon Tel. Corp. (M78 - Oregon)
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Delinda Kluser
<035>	Contact Telephone Number - Number of person identified in data line <030>	5419324011 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	dkluser@ortelco.net

[illegible]



(800) Operating Companies  
Data Collection Form

FCC Form 481  
DMS Control No. 3060-0386/DMS Control No. 3060-0381\*  
July 2013

<010>	Study Area Code	533336
<015>	Study Area Name	Oregon Tel. Corp. (NTE - Oregon)
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Delinda Kluser
<035>	Contact Telephone Number - Number of person identified in data line <030>	5419324411 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	dkluser@ortelco.net
<810>	Reporting Carrier	Oregon Telephone Corp-NTE
<811>	Holding Company	Oregon Telephone Corporation
<812>	Operating Company	Oregon Telephone Corporation

[illegible]

**(900) Tribal Lands Reporting  
Data Collection Form**

FCC Form 431

OMB Control No. 3060-0986/OMB Control No. 3060-0319

July 2013

<010>	Study Area Code	533336
<015>	Study Area Name	Oregon Tel. Corp. (NTB - Oregon)
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Delinda Kluser
<035>	Contact Telephone Number - Number of person identified in data line <030>	5419324611 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	dkluser@ortelco.net

&lt;910&gt; Tribal Land(s) on which ETC Serves

--

&lt;920&gt; Tribal Government Engagement Obligation

--

Name of Attached Document

If your company serves Tribal lands, please select (Yes, No, NA) for each these boxes to confirm the status described on the attached document(s), on line 920, demonstrates coordination with the Tribal government pursuant to § 54.313(a)(9) includes:

- <921> Needs assessment and deployment planning with a focus on Tribal community anchor institutions.
- <922> Feasibility and sustainability planning;
- <923> Marketing services in a culturally sensitive manner;
- <924> Compliance with Rights of way processes
- <925> Compliance with Land Use permitting requirements
- <926> Compliance with Facilities Siting rules
- <927> Compliance with Environmental Review processes
- <928> Compliance with Cultural Preservation review processes
- <929> Compliance with Tribal Business and Licensing requirements.

Select Yes or No or Not Applicable

**(1100) No Terrestrial Backhaul Reporting  
Data Collection Form**

FCC Form 481

OMB Control No. 3050-0986/OMB Control No. 3050-0819

July 2013

<010>	Study Area Code	533338
<015>	Study Area Name	Oregon Tel. Corp. (MTP - Oregon)
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Delinda Kluser
<035>	Contact Telephone Number - Number of person identified in data line <030>	5419324411 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	dkluser@ortelco.net

<1120> Please confirm whether terrestrial backhaul options exist within the supported area pursuant to § 54.313(g) (Yes, No).

<1130> Please select the appropriate response (Yes, No, Not Applicable) to confirm the reporting carrier offers broadband service of at least 1 Mbps downstream and 256 kbps upstream within the supported area pursuant to § 54.313(g).

**(1200) Terms and Condition for Lifeline Customers**  
**Lifeline**  
**Data Collection Form**

FCC Form 481  
 CMB Control No. 2000-0086/O'AB Control No. 3060-0819  
 July 2013

<010>	Study Area Code	533336
<015>	Study Area Name	Oregon Tel. Corp. (MTS - Oregon)
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Delinda Klueger
<035>	Contact Telephone Number - Number of person identified in data line <030>	5419324411 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	dklueger@ortelco.net

533336or1222.docx

<1210> Terms & Conditions of Voice Telephony Lifeline Plans

Name of Attached Document

<1220> Link to Public Website

HTTP <http://www.puc.state.or.us/Pages/rspt/otap.aspx>

"Please check these boxes below to confirm that the attached document(s), on line 1210, or the website listed, on line 1220, contains the required information pursuant to § 54.422(a)(2) annual reporting for ETCs receiving low-income support, carriers must annually report:

- |        |   |                                     |
|--------|---|-------------------------------------|
| <1221> | Information describing the terms and conditions of any voice telephony service plans offered to Lifeline subscribers, | <input checked="" type="checkbox"/> |
| <1222> | Details on the number of minutes provided as part of the plan,  | <input checked="" type="checkbox"/> |
| <1223> | Additional charges for toll calls, and rates for each such plan,  | <input checked="" type="checkbox"/> |



**(2000) Price Cap Carrier Additional Documentation****Data Collection Form**

including Rate-of-Return Certifications filed with Price Cap Local Exchange Carriers

FCC Form 483

OMB Control No. 3000-0086/OMB Control No. 3060-0819

July 2013

<010>	Study Area Code	533336
<015>	Study Area Name	Oregon Tel. Corp. (MTC - Oregon)
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	DELENA KILGEE
<035>	Contact Telephone Number - Number of person identified in data line <030>	5412324411 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	DKILGEE@MTCOR.NET

Select the appropriate responses below (Yes, No, Not Applicable) to note compliance as a recipient of Incremental Connect America Phase I support, frozen High Cost support, High Cost support to offset access charge reductions, and Connect America Phase II support as set forth in 47 CFR § 54.313(b),(c),(d),(e). The information reported on this form and in the documents attached below is accurate.

**Incremental Connect America Phase I reporting**

- <2010> 2nd Year Certification {47 CFR § 54.313(b)(1)(i)}  
 <2011a> 3rd Year Certification {47 CFR § 54.313(b)(1)(ii)}  
 <2011b> Attachment {47 CFR § 54.313(b)(1)(ii)}


Name of Attached Document(s) Listing Required Information

**Price Cap Carrier Receiving Frozen Support Certification {47 CFR § 54.312(a)}**

- <2012> 2013 Frozen Support Calculation {47 CFR § 54.313(c)(1)}  
 <2013> 2014 Frozen Support Calculation {47 CFR § 54.313(c)(2)}  
 <2014> 2015 Frozen Support Calculation {47 CFR § 54.313(c)(3)}  
 <2015> 2016 and future Frozen Support Calculation {47 CFR § 54.313(c)(4)}


**Price Cap Carrier Connect America ICC Support {47 CFR § 54.313(d)}**

- <2016> Certification Support Used to Build Broadband

--

**Connect America Phase II Reporting {47 CFR § 54.313(e)}**

- <2017> 3rd year Broadband Service Certification  
 <2018> 5th year Broadband Service Certification  
 <2019> Interim Progress Certification  
 <2020> Please check the box to confirm that the attached document(s), on line 2021, contains the required information pursuant to § 54.313 (e)(3)(ii), as a recipient of CAF Phase II support shall provide the number, names, and addresses of community anchor institutions to which began providing access to broadband service in the preceding calendar year.


- <2021> Interim Progress Community Anchor Institutions


Name of Attached Document(s) Listing Required Information

## (3000) Rate Of Return Carrier Additional Documentation

## Data Collection Form

NCC Form 481

OMB Control No. 3000-0088 OMB Control No. 3000-0019

July 2011

<010> Study Area Code 533336  
 <015> Study Area Name Oregon Tel. Corp. (MTR - Oregon)  
 <020> Program Year 2016  
 <030> Contact Name - Person USAC should contact regarding this data Delinda Sluwer  
 <035> Contact Telephone Number - Number of person identified in data line <030> 5419224417 ext.  
 <039> Contact Email Address - Email Address of person identified in data line <030> dsluwer@ortelco.net

CHECK the boxes below to note compliance on its five year service quality plan (pursuant to 47 CFR § 54.202(a)) and, for privately held carriers, ensuring compliance with the financial reporting requirements set forth in 47 CFR § 54.313(f)(2). I further certify that the information reported on this form and in the documents attached below is accurate.

- (3010) Progress Report on 5 Year Plan  
 Milestone Certification (47 CFR § 54.313(f)(1)(i))

533336or3010.pdf

Name of Attached Document Listing Required Information

- (3011) Please check this box to confirm that the attached document(s), on line 3012 contains the required information pursuant to § 54.313 (f)(1)(ii), the carrier shall provide the number, names, and addresses of community anchor institutions to which began providing access to broadband service in the preceding calendar year. ☒

533336or3012.docx

- (3012) Community Anchor Institutions (47 CFR § 54.313(f)(1)(ii))

Name of Attached Document Listing Required Information

- (3013) Is your company a Privately Held ROR Carrier (47 CFR § 54.313(f)(2))

(Yes/No)

- (3014) If yes, does your company file the RUS annual report

(Yes/No)



Please check these boxes to confirm that the attached document(s), on line 3017, contains the required information pursuant to § 54.313(f)(2) compliance requires:

- (3015) Electronic copy of their annual RUS reports (Operating Report for Telecommunications Borrowers) ☒

- (3016) Document(s) for Balance Sheet, Income Statement and Statement of Cash Flows ☒

533336or3017.pdf

- (3017) If the response is yes on line 3014, attach your company's RUS annual report and all required documentation

Name of Attached Document Listing Required Information

- (3018) If the response is no on line 3014, is your company audited?

(Yes/No)



If the response is yes on line 3018, please check the boxes below to confirm your submission, on line 3026 pursuant to § 54.313(f)(2), contains:

- (3019) Either a copy of their audited financial statement; or (2) a financial report in a format comparable to RUS Operating Report for Telecommunications ☐

- (3020) Document(s) for Balance Sheet, Income Statement and Statement of Cash Flows ☐

- (3021) Management letter and audit opinion issued by the independent certified public accountant that performed the company's financial audit ☐

If the response is no on line 3018, please check the boxes below to confirm your submission, on line 3026 pursuant to § 54.313(f)(2), contains:

- (3022) Copy of their financial statement which has been subject to review by an independent certified public accountant; or (2) a financial report in a format comparable to RUS Operating Report for Telecommunications Borrowers, ☐

- (3023) Underlying information subjected to a review by an independent certified public accountant ☐

- (3024) Underlying information subjected to an officer certification. ☐

- (3025) Document(s) for Balance Sheet, Income Statement and Statement of Cash Flows ☐

- (3026) Attach the worksheet listing required information

Name of Attached Document Listing Required Information

(3000) Rate Of Return Carrier Additional Documentation (Continued)	FCC Form 461
Data Collection Form	OMB Control No. 3060-0080, OMB Control No. 3360-0839
	July 2005

<010> Study Area Code	533336
<015> Study Area Name	Oregon Tel. Corp. (MTE - Oregon)
<020> Program Year	2016
<030> Contact Name - Person USAC should contact regarding this data	Delinda Kluger
<035> Contact Telephone Number - Number of person identified in data line <030>	541232471 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	dkluger@ortelco.net

## Financial Data Summary

(3027) Revenue	441550
(3028) Operating Expenses	395180
(3029) Net Income	0
(3030) Telephone Plant In Service(TPIS)	2109434
(3031) Total Assets	2109794
(3032) Total Debt	0
(3033) Total Equity	0
(3034) Dividends	0

Name of Attached Document Listing Required Information

<b>Certification - Reporting Carrier Data Collection Form</b>	FCC Form 481 OMB Control No. 3060-0386/OMB Control No. 3050-0619 July 2013
---	--

<010> Study Area Code	533336
<015> Study Area Name	Oregon Tel. Corp. (MTE - Oregon)
<020> Program Year	2016
<030> Contact Name - Person USAC should contact regarding this data	Delinda Kluser
<035> Contact Telephone Number - Number of person identified in data line <030>	5419324411 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	dkluser@ortelco.net

**TO BE COMPLETED BY THE REPORTING CARRIER, IF THE REPORTING CARRIER IS FILING ANNUAL REPORTING ON ITS OWN BEHALF:**

Certification of Officer as to the Accuracy of the Data Reported for the Annual Reporting for CAF or LI Recipients	
I certify that I am an officer of the reporting carrier; my responsibilities include ensuring the accuracy of the annual reporting requirements for universal service support recipients; and, to the best of my knowledge, the information reported on this form and in any attachments is accurate.	
Name of Reporting Carrier: Oregon Tel. Corp. (MTE - Oregon)	
Signature of Authorized Officer:	Date
Printed name of Authorized Officer: Delinda Kluser	
Title or position of Authorized Officer: Vice-Pres. Manager	
Telephone number of Authorized Officer: 5419324411 ext.	
Study Area Code of Reporting Carrier: 533336	Filing Due Date for this form: 07/01/2015
Persons willfully making false statements on this form can be punished by fine or forfeiture under the Communications Act of 1934, 47 U.S.C. §§ 502, 503(b), or fine or imprisonment under Title 18 of the United States Code, 18 U.S.C. § 1001.	



<b>Certification - Agent / Carrier</b> <b>Data Collection Form</b>	FCC Form 481 OMB Control No. 3060-0906/OMB Control No. 3060-0819 July 2013
---	--

<010> Study Area Code	533336
<015> Study Area Name	Oregon Tel. Corp. (MTE - Oregon)
<020> Program Year	2016
<030> Contact Name - Person USAC should contact regarding this data	Delinda Kluser
<035> Contact Telephone Number - Number of person identified in data line <030>	5419324411 ext.
<039> Contact Email Address - Email Address of person identified in data line <030>	dkluser@ortelco.net

**TO BE COMPLETED BY THE REPORTING CARRIER, IF AN AGENT IS FILING ANNUAL REPORTS ON THE CARRIER'S BEHALF:**

Certification of Officer to Authorize an Agent to File Annual Reports for CAF or LI Recipients on Behalf of Reporting Carrier	
I certify that (Name of Agent) _____ is authorized to submit the information reported on behalf of the reporting carrier. I also certify that I am an officer of the reporting carrier; my responsibilities include ensuring the accuracy of the annual data reporting requirements provided to the authorized agent; and, to the best of my knowledge, the reports and data provided to the authorized agent is accurate.	
Name of Authorized Agent: _____	
Name of Reporting Carrier: _____	
Signature of Authorized Officer: _____	Date: _____
Printed name of Authorized Officer: _____	
Title or position of Authorized Officer: _____	
Telephone number of Authorized Officer: _____	
Study Area Code of Reporting Carrier: _____	Filing Due Date for this form: _____
<small>Persons willfully making false statements on this form can be punished by fine or forfeiture under the Communications Act of 1934, 47 U.S.C. §§ 502, 503(b), or fine or imprisonment under Title 18 of the United States Code, 18 U.S.C. § 1001.</small>	

**TO BE COMPLETED BY THE AUTHORIZED AGENT:**

Certification of Agent Authorized to File Annual Reports for CAF or LI Recipients on Behalf of Reporting Carrier	
I, as agent for the reporting carrier, certify that I am authorized to submit the annual reports for universal service support recipients on behalf of the reporting carrier; I have provided the data reported herein based on data provided by the reporting carrier; and, to the best of my knowledge, the information reported herein is accurate.	
Name of Reporting Carrier: _____	
Name of Authorized Agent or Employee of Agent: _____	
Signature of Authorized Agent or Employee of Agent: _____	Date: _____
Printed name of Authorized Agent or Employee of Agent: _____	
Title or position of Authorized Agent or Employee of Agent: _____	
Telephone number of Authorized Agent or Employee of Agent: _____	
Study Area Code of Reporting Carrier: _____	Filing Due Date for this form: _____
<small>Persons willfully making false statements on this form can be punished by fine or forfeiture under the Communications Act of 1934, 47 U.S.C. §§ 502, 503(b), or fine or imprisonment under Title 18 of the United States Code, 18 U.S.C. § 1001.</small>	

## Attachments

(700) Price Offering, including Voice Rate Data  
Data Collection Form

FCC Form 481

OMB Control No. 3060-0986/CMB Control No. 3060-0915  
July 2013

<010> Study Area Code	533336
-----------------------	--------

<015>	Study Area Name	Oregon Tel. Corp. (MTS - Oregon)
-------	-----------------	----------------------------------

<070>	Program Year	2016
-------	--------------	------

<030>	Contact Name - Person USAC should contact regarding this data	Delinda Klosser
-------	---	-----------------

<035>	Contact Telephone Number - Number of person identified in data line <030>	5419324411 ext.
-------	---	-----------------

<039> Contact Email Address - Email Address of person identified in data line <030> dkluser@ortelco.net

<701> Residential Local Service Charge Effective Date

1/1/2015

<702> Single State-wide Residential Local Service Charge

&lt;703&gt;

[illegible]

(710) Broadband Price Offerings  
Data Collection Form

FCC Form 471

OMB Control No. 5010-106/OMB Control No. 5050-0019

July 2023

<010> Study Area Code	533326
-----------------------	--------

<015>	Study Area Name	Oregon Tel. Corp. (MTX - Oregon)
-------	-----------------	----------------------------------

<020>	Program Year	2016
-------	--------------	------

<D30>	Contact Name - Person USAC should contact regarding this data	Delinda Kluser
-------	---	----------------

<035>	Contact Telephone Number - Number of person identified in data line <030>	5419324411 ext.
-------	---	-----------------

<039>	Contact Email Address - Email Address of person identified in data line <030>	dkluser@ortelco.net
-------	---	---------------------

&lt;711&gt;

12

KN2

412

42



100

1999

1999

1999, 2000, 2001, 2002, 2003, 2004, 2005, 2006, 2007, 2008, 2009, 2010, 2011, 2012, 2013, 2014, 2015, 2016, 2017, 2018, 2019, 2020, 2021, 2022, 2023, 2024, 2025, 2026, 2027, 2028, 2029, 2030, 2031, 2032, 2033, 2034, 2035, 2036, 2037, 2038, 2039, 2040, 2041, 2042, 2043, 2044, 2045, 2046, 2047, 2048, 2049, 2050, 2051, 2052, 2053, 2054, 2055, 2056, 2057, 2058, 2059, 2060, 2061, 2062, 2063, 2064, 2065, 2066, 2067, 2068, 2069, 2070, 2071, 2072, 2073, 2074, 2075, 2076, 2077, 2078, 2079, 2080, 2081, 2082, 2083, 2084, 2085, 2086, 2087, 2088, 2089, 2090, 2091, 2092, 2093, 2094, 2095, 2096, 2097, 2098, 2099, 2100, 2101, 2102, 2103, 2104, 2105, 2106, 2107, 2108, 2109, 2110, 2111, 2112, 2113, 2114, 2115, 2116, 2117, 2118, 2119, 2120, 2121, 2122, 2123, 2124, 2125, 2126, 2127, 2128, 2129, 2130, 2131, 2132, 2133, 2134, 2135, 2136, 2137, 2138, 2139, 2140, 2141, 2142, 2143, 2144, 2145, 2146, 2147, 2148, 2149, 2150, 2151, 2152, 2153, 2154, 2155, 2156, 2157, 2158, 2159, 2160, 2161, 2162, 2163, 2164, 2165, 2166, 2167, 2168, 2169, 2170, 2171, 2172, 2173, 2174, 2175, 2176, 2177, 2178, 2179, 2180, 2181, 2182, 2183, 2184, 2185, 2186, 2187, 2188, 2189, 2190, 2191, 2192, 2193, 2194, 2195, 2196, 2197, 2198, 2199, 2200, 2201, 2202, 2203, 2204, 2205, 2206, 2207, 2208, 2209, 2210, 2211, 2212, 2213, 2214, 2215, 2216, 2217, 2218, 2219, 2220, 2221, 2222, 2223, 2224, 2225, 2226, 2227, 2228, 2229, 2230, 2231, 2232, 2233, 2234, 2235, 2236, 2237, 2238, 2239, 2240, 2241, 2242, 2243, 2244, 2245, 2246, 2247, 2248, 2249, 2250, 2251, 2252, 2253, 2254, 2255, 2256, 2257, 2258, 2259, 2260, 2261, 2262, 2263, 2264, 2265, 2266, 2267, 2268, 2269, 2270, 2271, 2272, 2273, 2274, 2275, 2276, 2277, 2278, 2279, 2280, 2281, 2282, 2283, 2284, 2285, 2286, 2287, 2288, 2289, 2290, 2291, 2292, 2293, 2294, 2295, 2296, 2297, 2298, 2299, 2300, 2301, 2302, 2303, 2304, 2305, 2306, 2307, 2308, 2309, 2310, 2311, 2312, 2313, 2314, 2315, 2316, 2317, 2318, 2319, 2320, 2321, 2322, 2323, 2324, 2325, 2326, 2327, 2328, 2329, 2330, 2331, 2332, 2333, 2334, 2335, 2336, 2337, 2338, 2339, 2340, 2341, 2342, 2343, 2344, 2345, 2346, 2347, 2348, 2349, 2350, 2351, 2352, 2353, 2354, 2355, 2356, 2357, 2358, 2359, 2360, 2361, 2362, 2363, 2364, 2365, 2366, 2367, 2368, 2369, 2370, 2371, 2372, 2373, 2374, 2375, 2376, 2377, 2378, 2379, 2380, 2381, 2382, 2383, 2384, 2385, 2386, 2387, 2388, 2389, 2390, 2391, 2392, 2393, 2394, 2395, 2396, 2397, 2398, 2399, 2400, 2401, 2402, 2403, 2404, 2405, 2406, 2407, 2408, 2409, 2410, 2411, 2412, 2413, 2414, 2415, 2416, 2417, 2418, 2419, 2420, 2421, 2422, 2423, 2424, 2425, 2426, 2427, 2428, 2429, 2430, 2431, 2432, 2433, 2434, 2435, 2436, 2437, 2438, 2439, 2440, 2441, 2442, 2443, 2444, 2445, 2446, 2447, 2448, 2449, 2450, 2451, 2452, 2453, 2454, 2455, 2456, 2457, 2458, 2459, 2460, 2461, 2462, 2463, 2464, 2465, 2466, 2467, 2468, 2469, 2470, 2471, 2472, 2473, 2474, 2475, 2476, 2477, 2478, 2479, 2480, 2481, 2482, 2483, 2484, 2485, 2486, 2487, 2488, 2489, 2490, 2491, 2492, 2493, 2494, 2495, 2496, 2497, 2498, 2499, 2500, 2501, 2502, 2503, 2504, 2505, 2506, 2507, 2508, 2509, 2510, 2511, 2512, 2513, 2514, 2515, 2516, 2517, 2518, 2519, 2520, 2521, 2522, 2523, 2524, 2525, 2526, 2527, 2528, 2529, 2530, 2531, 2532, 2533, 2534, 2535, 2536, 2537, 2538, 2539, 2540, 2541, 2542, 2543, 2544, 2545, 2546, 2547, 2548, 2549, 2550, 2551, 2552, 2553, 2554, 2555, 2556, 2557, 2558, 2559, 2560, 2561, 2562, 2563, 2564, 2565, 2566, 2567, 2568, 2569, 2570, 2571, 2572, 2573, 2574, 2575, 2576, 2577, 2578, 2579, 2580, 2581, 2582, 2583, 2584, 2585, 2586, 2587, 2588, 2589, 2590, 2591, 2592, 2593, 2594, 2595, 2596, 2597, 2598, 2599, 2600, 2601, 2602, 2603, 2604, 2605, 2606, 2607, 2608, 2609, 2610, 2611, 2612, 2613, 2614, 2615, 2616, 2617, 2618, 2619, 2620, 2621, 2622, 2623, 2624, 2625, 2626, 2627, 2628, 2629, 2630, 2631, 2632, 2633, 2634, 2635, 2636, 2637, 2638, 2639, 2640, 2641, 2642, 2643, 2644, 2645, 2646, 2647, 2648, 2649, 2650, 2651, 2652, 2653, 2654, 2655, 2656, 2657, 2658, 2659, 2660, 2661, 2662, 2663, 2664, 2665, 2666, 2667, 2668, 2669, 2670, 2671, 2672, 2673, 2674, 2675, 2676, 2677, 2678, 2679, 2680, 26

1

[illegible]



(800) Operating Companies  
Data Collection Form

FCC Form 481

OMB Control No. 3050-0085/OMB Control No. 3050-0819

July 2013

<010>	Study Area Code	533336
<015>	Study Area Name	Oregon Tel. Corp. (MTB = Oregon)
<020>	Program Year	2016
<030>	Contact Name - Person USAC should contact regarding this data	Helinda Kluser
<035>	Contact Telephone Number - Number of person identified in data line <030>	5419324411 ext.
<039>	Contact Email Address - Email Address of person identified in data line <030>	dkluser@ortelco.net
<810>	Reporting Carrier	Oregon Telephone Corp-MTB
<811>	Holding Company	Oregon Telephone Corporation
<812>	Operating Company	Oregon Telephone Corporation

[illegible]



P.O. Box 609 • Mt. Vernon, Oregon 97865 • (541) 932-4411 • FAX (541) 932-4498

---

Date: June 24, 2015

Ms. Marlene H. Dortch  
Secretary  
Federal Communications Commission  
9300 East Hampton Drive  
Capitol Heights, MD 20743

**Re: WC Docket No. 14-58, 2015 Annual Report, Form 481 for High-Cost Recipient  
54.313(f)(1) "Milestone Certification"**

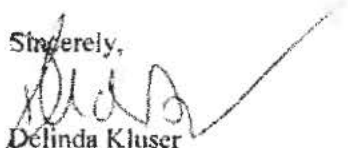
Dear Ms Dortch:

In compliance with the filing requirements associated with, and attached to Form 481, we wish to advise the Commission that Oregon Telephone Corporation-MTE provides High Speed Internet service to its customers and:

- Has taken reasonable steps to provide upon reasonable request broadband service at actual speeds of 4 Mbps downstream/1 Mbps upstream;
- Provides latency suitable for real-time applications including VoIP and usage capacity which is reasonably comparable to those in urban areas and;
- That reasonable requests for service are met within a reasonable timeframe.

If there are questions, I may be contacted at 541-932-4411.

Sincerely,

  
Delinda Kluser  
Vice-Pres, Manager

[Type text]



## Terrestrial Backhaul Certification

Study Area Code	533336
Study Area Name	Oregon Telephone Corporation-MTE
Program Year	2016
Contact Name	DELINDA KLUSER
Contact Telephone Number	541 932 4411
Contact E-Mail Address	<a href="mailto:dkluser@ortelco.net">dkluser@ortelco.net</a>

**54.313(g) Areas with no terrestrial backhaul**

All Oregon Telephone Corporation-MTE (OTC-MTE) exchanges, with the exception of Juntura have terrestrial backhaul. The satellite backhaul for Juntura supports a minimum service level of 128kdown/128kup. Satellite backhaul is being used because the cost to obtain commercial backhaul is cost prohibitive. Oregon Telephone Corporation-MTE continues to seek economically sound solutions to address this exchange for both terrestrial backhaul and in meeting minimum service speed levels.

OTC-MTE understands that the minimum speed requirements according to the Third Order on Reconsideration are not being met. OTC-MTE requests that the Commission take into account this unique circumstance as it relates to the subject in the Third Order on Reconsideration.

**Oregon Telephone Corporation-MTE**  
**2015**  
**PROGRESS REPORT ON SERVICE QUALITY IMPROVEMENT PLAN**

**PREAMBLE**

This document is an integral part of the Company's 2015 Annual Report, as attached to Form 481. It is in compliance with §54.313(a)(1) adopted in the FCC's USF/ICC Transformation Order (11-161) and incorporates all further clarifications identified in subsequent Reconsideration Orders, as applicable, that were in effect at the time the Annual Report was due by Rule to the requisite regulatory authorities.

Oregon Telephone Corporation-MTE (OTC-MTE) advises that the environment in which the Company operates is dynamic, not static. As a result, certain network targets identified in its initial 5 Year Network Improvement Plan, filed in 2014, may be modified in response to regulatory decisions that have been subsequently adopted, and as their implication upon the Company's financial viability in providing the required services and service level quality became known.

Modifications to the network plan may also have been taken due to changes in technology, vendor-driven support, weather, or emergency related contingencies.

Targets not met or changed since the initial 5 Year Plan filing are identified and reasons provided for those changes.

**UNIVERSAL SERVICE SUPPORT RECEIVED IN 2015**

Per the Universal Service Administrative Company (USAC), as available for the period up to this filing, OTC-MTE has received a total of \$60,721 to date for 2015 (as of 06/04/15). The breakdown of the funding for the year is:

- \$ 17,061 High Cost Loop Support
- \$ 23,804 Connect America Fund-Intercarrier Compensation Support
- \$ 19,856 Interstate Common Line Support
- \$ 0 Safety Net Additive

Universal Service Support funds are used to: 1) maintain, upgrade, and improve the Company's network and, 2) cover operating expenses and debt commitments as necessary to permit it to offer a high level of service for both voice and broadband within the authorized serving area.

USF support will continue to be included in the Company's current revenue accounts and forward-looking projections. Revenues, in the aggregate, are used for both capital expenditures as well as to cover operating expenses and fixed costs incurred to obtain capital from lenders. The Company does not segregate USF separately for purposes of capital and



operating expenditures; USF is expended in the same proportion as the Company's aggregated revenue amount.

The proportionate share of USF expenditures in 2015 to date for CAPEX is estimated to be \$41,000 (21%); for OPEX \$151,065 (79%).

In the accompanying 2015 project detail, expenditures for network improvements sometimes involve service quality, coverage and capacity as an integrated improvement project and are not mutually exclusive from one another. In terms of cost, projects involving multiple qualifiers are of equal dollar equivalence. Where a project involves a single qualifier, it is so noted.

## **PROGRESS REPORT**

### **2015**

Juntura Fiber Project: The Fiber Project cost is estimated at \$756,000 to be spread between multiple years. The project involves placement of approximately 37 route miles of fiber to 60 subscribers currently served over copper. When complete, these 60 subscribers will have a minimum of 1 MB upload and 6 MB download broadband speeds available. The area currently has 11 internet subscribers served by a satellite backhaul. Many of the existing customers have dial-up internet or satellite internet. MTE expects an increase in broadband services as a result of this project based on past experience with fiber upgrades to existing exchanges. This project was staked in fall 2012 and existing subscribers were informed at that time of the Company's plans to upgrade their service. As a result of a short construction season necessitated by extreme weather conditions, this project is scheduled for completion in the third quarter 2015. The Company's Field Engineer will be on-site, working alongside the construction crews on a daily basis and will provide weekly Progress Reports to Company Management to ensure deadlines are met.

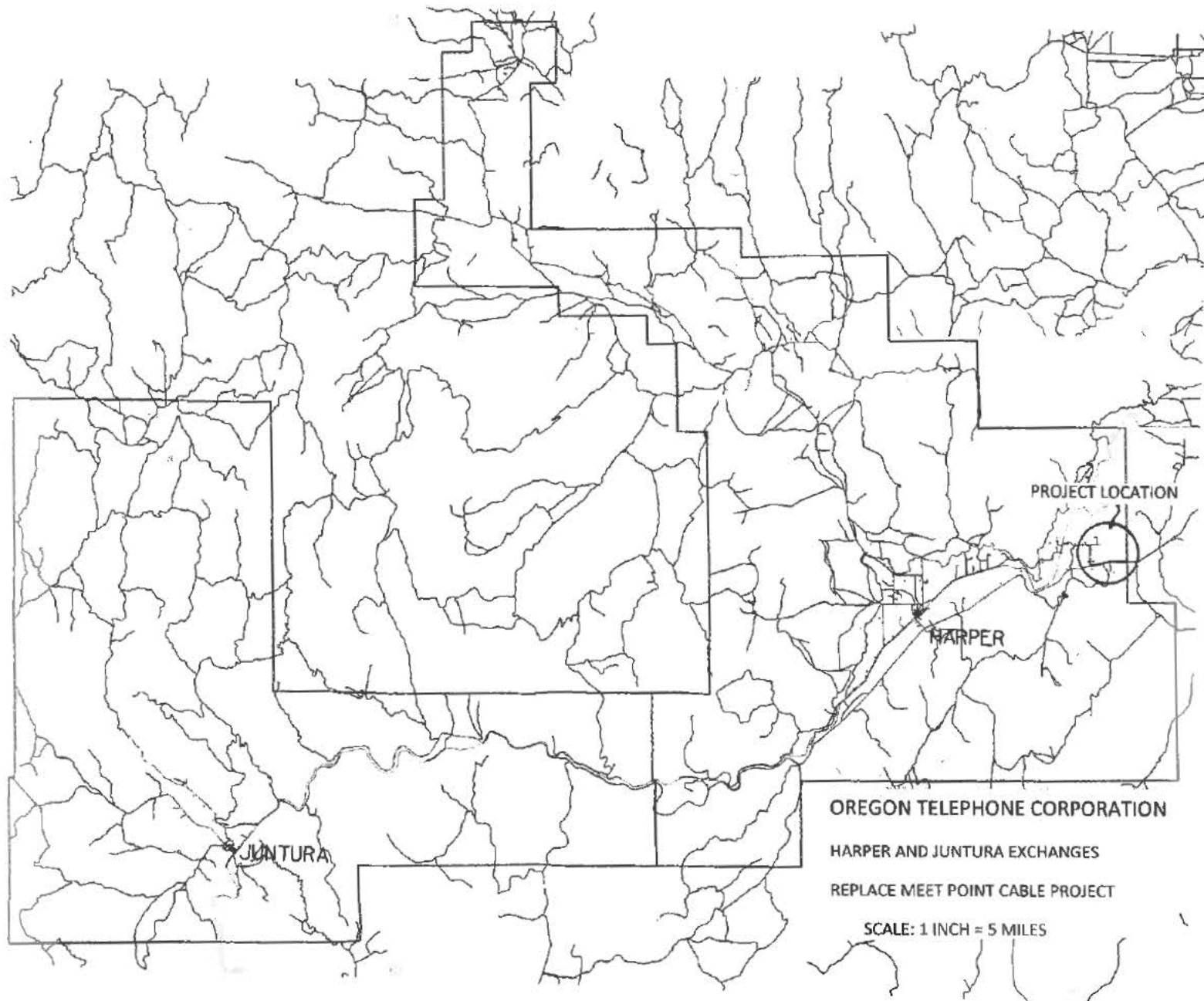
The project however is facing delays due to archeological concerns from the Bureau of Land Management. The project was slated to begin in 2014 however at this time work has not yet begun.

Little Valley Meetpoint Fiber: In December 2014, it was determined that the buried copper had been severely water damaged and was no longer functional. A ground lay of copper was temporarily installed in order to restore toll services. This spring it was determined that replacing the ground lay with fiber and upgrading the electronics would be a better solution to replacing it with copper. This project is nearly complete with a cost of \$40,500.

GA320DATAV4881 FOR 2025(OTC-NITE GR1 ALL FWORK UPGRADE DETAILS-JUNE)2025

44

1 Project delayed due to permitting issues with OLM



USDA-RUS

This data will be used by RUS to review your financial situation. Your response is required by 7 U.S.C. 901 et seq and, subject to federal laws and regulations regarding confidential information, will be treated as confidential.

BORROWER NAME

Oregon Telephone Corporation

# OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

INSTRUCTIONS: Submit report to RUS within 30 days after close of the period.  
For detailed instructions, see RUS Bulletin 1744-2. Report in whole dollars only.

PERIOD ENDING

December, 2014

BORROWER DESIGNATION

OR0510

## CERTIFICATION

We hereby certify that the entries in this report are in accordance with the accounts and other records of the system and reflect the status of the system to the best of our knowledge and belief.

ALL INSURANCE REQUIRED BY 7 CFR PART 1788, CHAPTER XVII, RUS, WAS IN FORCE DURING THE REPORTING PERIOD AND RENEWALS HAVE BEEN OBTAINED FOR ALL POLICIES.

DURING THE PERIOD COVERED BY THIS REPORT PURSUANT TO PART 1788 OF 7CFR CHAPTER XVII

(Check one of the following)

☒ All of the obligations under the RUS loan documents have been fulfilled in all material respects.

☐ There has been a default in the fulfillment of the obligations under the RUS loan documents. Said default(s) is/are specifically described in the Telecom Operating Report

Delinda Kluser

4/10/2015

DATE

## PART A. BALANCE SHEET

ASSETS	BALANCE PRIOR YEAR	BALANCE END OF PERIOD	LIABILITIES AND STOCKHOLDERS' EQUITY	BALANCE PRIOR YEAR	BALANCE END OF PERIOD
<b>CURRENT ASSETS</b>			<b>CURRENT LIABILITIES</b>		
1. Cash and Equivalents	3,962,676	3,287,662	25. Accounts Payable	205,692	518,945
2. Cash-RUS Construction Fund	1	1	26. Notes Payable		
3. Affiliates:			27. Advance Billings and Payments	7,805	
a. Telecom, Accounts Receivable	160,059	148,257	28. Customer Deposits	5,025	7,050
b. Other Accounts Receivable	330,112	307,232	29. Current Mat. L/T Debt	1,812,891	1,705,163
c. Notes Receivable			30. Current Mat. L/T Debt-Rur. Dev.		
4. Non-Affiliates:			31. Current Mat.-Capital Leases		
a. Telecom, Accounts Receivable			32. Income Taxes Accrued	74,773	116,483
b. Other Accounts Receivable	536,556	628,705	33. Other Taxes Accrued		
c. Notes Receivable		603,798	34. Other Current Liabilities	216,573	249,097
d. Interest and Dividends Receivable			35. Total Current Liabilities (25 thru 34)	2,322,759	2,596,738
e. Material-Regulated	25,277	49,691	<b>LONG-TERM DEBT</b>		
f. Material-Nonregulated	1,627	3,402	36. Funded Debt-RUS Notes	14,890,320	14,145,844
g. Prepayments	5,696	9,237	37. Funded Debt-RTB Notes	2,501,194	2,219,296
h. Other Current Assets			38. Funded Debt-FFB Notes		
<b>Total Current Assets (1 Thru 9)</b>	<b>5,022,004</b>	<b>5,037,985</b>	39. Funded Debt-Other		
<b>NONCURRENT ASSETS</b>			40. Funded Debt-Rural Develop. Loan		
Investment in Affiliated Companies			41. Premium (Discount) on L/T Debt		
a. Rural Development			42. Recquired Debt		
b. Nonrural Development	4,022,295	6,336,781	43. Obligations Under Capital Lease		
Other Investments			44. Adv. From Affiliated Companies		
a. Rural Development			45. Other Long-Term Debt	1,001,217	1,529,054
b. Nonrural Development	74,158	74,158	46. Total Long-Term Debt (36 thru 45)	18,392,731	17,894,194
Nonregulated Investments	389,419	405,768	<b>OTHER LIAB. &amp; DEF. CREDITS</b>		
Other Noncurrent Assets			47. Other Long-Term Liabilities	7,265	3,846
Deferred Charges			48. Other Deferred Credits	2,096,990	2,154,475
Jurisdictional Differences			49. Other Jurisdictional Differences		
<b>Total Noncurrent Assets (11 thru 16)</b>	<b>4,485,872</b>	<b>6,816,707</b>	50. Total Other Liabilities and Deferred Credits (47 thru 49)	2,104,255	2,158,321
<b>INT, PROPERTY, AND EQUIPMENT</b>			<b>EQUITY</b>		
Telecom, Plant-in-Service	32,281,977	32,439,705	51. Cap. Stock Outstand. & Subscribed	2,674,715	2,674,715
Property Held for Future Use			52. Additional Paid-In-Capital	13,204	13,204
Plant Under Construction			53. Treasury Stock	11,531,268	11,892,471
Plant Adj., Nonop. Plant & Goodwill	859,299	859,299	54. Membership and Cap. Certificates		
Less Accumulated Depreciation	13,508,270	14,832,615	55. Other Capital		
<b>Net Plant (18 thru 21 less 22)</b>	<b>19,633,006</b>	<b>18,466,389</b>	56. Patronage Capital Credits		
<b>TOTAL ASSETS (10+17+23)</b>	<b>29,140,882</b>	<b>30,321,081</b>	57. Retained Earnings or Margins	15,164,486	16,876,380
			58. Total Equity (51 thru 57)	6,321,137	7,671,828
			59. TOTAL LIABILITIES AND EQUITY (35+46+50+58)	29,140,882	30,321,081

Total Equity = 25.30 % of Total Assets



# OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

OR0510

PERIOD ENDING

December, 2014

INSTRUCTIONS- See RUS Bulletin 1744-2

## PART B. STATEMENTS OF INCOME AND RETAINED EARNINGS OR MARGINS

ITEM	PRIOR YEAR	THIS YEAR
1. Local Network Services Revenues	418,264	429,555
2. Network Access Services Revenues	6,714,907	6,946,211
3. Long Distance Network Services Revenues		
4. Carrier Billing and Collection Revenues	26,841	26,973
5. Miscellaneous Revenues	35,495	20,115
6. Uncollectible Revenues	3,290	3,989
7. Net Operating Revenues (1 thru 5 less 6)	7,192,217	7,418,865
8. Plant Specific Operations Expense	775,674	813,275
9. Plant Nonspecific Operations Expense (Excluding Depreciation & Amortization)	219,954	259,884
10. Depreciation Expense	1,602,529	1,647,637
11. Amortization Expense		
12. Customer Operations Expense	141,867	149,777
13. Corporate Operations Expense	992,127	1,038,712
14. Total Operating Expenses (8 thru 13)	3,732,151	3,909,285
15. Operating Income or Margins (7 less 14)	3,460,066	3,509,580
16. Other Operating Income and Expenses	5,630	3,307
17. State and Local Taxes	153,844	122,757
18. Federal Income Taxes	716,079	612,877
19. Other Taxes	353,012	382,768
20. Total Operating Taxes (17+18+19)	1,222,935	1,118,402
21. Net Operating Income or Margins (15+16-20)	2,242,761	2,394,485
22. Interest on Funded Debt	953,764	915,226
23. Interest Expense - Capital Leases		
24. Other Interest Expense	35,717	63,760
25. Allowance for Funds Used During Construction		
26. Total Fixed Charges (22+23+24-25)	989,481	978,986
27. Nonoperating Net Income	773,952	68,116
28. Extraordinary Items		
29. Jurisdictional Differences		
30. Nonregulated Net Income	92,740	119,603
31. Total Net Income or Margins (21+27+28+29+30-26)	2,119,972	1,603,218
32. Total Taxes Based on Income	869,923	817,225
33. Retained Earnings or Margins Beginning-of-Year	13,358,468	15,164,486
34. Miscellaneous Credits Year-to-Date		108,676
35. Dividends Declared (Common)	313,954	
36. Dividends Declared (Preferred)		
37. Other Debits Year-to-Date		
38. Transfers to Patronage Capital		
39. Retained Earnings or Margins End-of-Period [(31+33+34) - (35+36+37+38)]	15,164,486	16,876,380
40. Patronage Capital Beginning-of-Year		
41. Transfers to Patronage Capital		
42. Patronage Capital Credits Retired		
43. Patronage Capital End-of-Year (40+41-42)	0	0
44. Annual Debt Service Payments	2,759,949	3,306,705
45. Cash Ratio [(14+20-10-11) / 7]	0.4661	0.4556
46. Operating Accrual Ratio [(14+20+26) / 7]	0.8265	0.8096
47. TIER [(31+26) / 26]	3.1425	2.6376
48. DSCR [(31+26+10+11) / 44]	1.7073	1.2792

# **OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS**

INSTRUCTIONS - See RUS Bulletin 1744-2

BORROWER DESIGNATION

OR0510

PERIOD ENDED

December, 2014

## **Part C. SUBSCRIBER (ACCESS LINE), ROUTE MILE, & HIGH SPEED DATA INFORMATION**

EXCHANGE	1. RATES		2. SUBSCRIBERS (ACCESS LINES)			3. ROUTE MILES	
	B-1	R-1	BUSINESS	RESIDENTIAL	TOTAL	TOTAL (including fiber)	FIBER
	(a)	(b)	(a)	(b)	(c)	(a)	(b)
Bates	16.50	11.95	8	12	20	23.35	19.54
Hereford/Unity	16.50	11.95	47	159	206	279.28	226.94
Prairie City	16.50	11.95	103	388	491	146.00	142.19
MT Vernon	16.50	11.95	60	404	464	157.32	84.24
Dayville	16.50	11.95	45	94	139	72.26	41.52
Harper	16.00	14.35	24	117	141	123.10	47.53
Juntura	19.00	14.35	20	28	48	56.18	
Mobile Wireless					0		
Route Mileage Outside Exchange Area						0.00	0.00
Total			307	1,202	1,509	857.49	561.96
No. Exchanges	7						

# **OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS**

INSTRUCTIONS - See RUS Bulletin 1744-2

BORROWER DESIGNATION

OR0510

PERIOD ENDED

December, 2014

## **Part C. SUBSCRIBER (ACCESS LINE), ROUTE MILE, & HIGH SPEED DATA INFORMATION**

### **4. BROADBAND SERVICE**

#### **Details on Least Expensive Broadband Service**

EXCHANGE	No. Access Lines with BB available (a)	No Of Broadband Subscribers (b)	Number Of Subscribers (c)	Advertised Download Rate (Kbps) (d)	Advertised Upload Rate (Kbps) (e)	Price Per Month (f)	Standalone/Pckg (f)	Type Of Technology (g)
Bates	26	9	3	512	256	29.95	StandAlone	DSL
Hereford/Unity	210	121	30	512	256	29.95	StandAlone	Fiber to the Home
Prairie City	500	334	72	512	256	29.95	StandAlone	Fiber to the Home
MT Vernon	500	317	47	512	256	29.95	StandAlone	Fiber to the Home
Dayville	145	87	15	512	256	29.95	StandAlone	Fiber to the Home
Harper	145	71	15	512	256	29.95	StandAlone	DSL
Juntura	25	10	9	256	256	19.95	StandAlone	DSL
Total	1,550	949						

# OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS

BORROWER DESIGNATION

OR0510

PERIOD ENDING

December, 2014

INSTRUCTIONS- See RUS Bulletin 1744-2

## PART D. SYSTEM DATA

1. No. Plant Employees	2. No. Other Employees	3. Square Miles Served	4. Access Lines per Square Mile	5. Subscribers per Route Mile
5	12	1,860	.81	1.76

## PART E. TOLL DATA

1. Study Area ID Code(s) a. 532389 b. 533336 c. _____ d. _____ e. _____ f. _____ g. _____ h. _____ i. _____ j. _____	2. Types of Toll Settlements (Check one)	
	Interstate:	<input type="checkbox"/> Average Schedule <input checked="" type="checkbox"/> Cost Basis
	Intrastate:	<input type="checkbox"/> Average Schedule <input checked="" type="checkbox"/> Cost Basis

## PART F. FUNDS INVESTED IN PLANT DURING YEAR

1. RUS, RTB, & FFB Loan Funds Expended	260,521
2. Other Long-Term Loan Funds Expended	45,846
3. Funds Expended Under RUS Interim Approval	
4. Other Short-Term Loan Funds Expended	
5. General Funds Expended (Other than Interim)	215,371
6. Salvaged Materials	
7. Contribution in Aid to Construction	
8. Gross Additions to Telecom. Plant (1 thru 7)	521,738

## PART G. INVESTMENTS IN AFFILIATED COMPANIES

INVESTMENTS	CURRENT YEAR DATA		CUMULATIVE DATA		
	Investment	Income/Loss	Cumulative	Cumulative	Current
	This Year	This Year	Investment	Income/Loss	Balance
(a)	(b)	(c)	To Date	To Date	(d)
1. Investment in Affiliated Companies - Rural Development					
2. Investment in Affiliated Companies - Nonrural Development	2,348,005		3,653,650	2,683,131	6,336,781

8/16/14  
Rural



USDA-RUS  
**OPERATING REPORT FOR  
 TELECOMMUNICATIONS BORROWERS**

BORROWER DESIGNATION

OR0510

PERIOD ENDING

December, 2014

**PART H. CURRENT DEPRECIATION RATES**

Are corporation's depreciation rates approved by the regulatory authority with jurisdiction over the provision of telephone services? (Check one)



YES



NO

EQUIPMENT CATEGORY	DEPRECIATION RATE
1. Land and support assets - Motor Vehicles	11.40%
2. Land and support assets - Aircraft	
3. Land and support assets - Special purpose vehicles	
4. Land and support assets - Garage and other work equipment	7.50%
5. Land and support assets - Buildings	6.00%
6. Land and support assets - Furniture and Office equipment	6.40%
7. Land and support assets - General purpose computers	15.00%
8. Central Office Switching - Digital	6.00%
9. Central Office Switching - Analog & Electro-mechanical	
10. Central Office Switching - Operator Systems	
11. Central Office Transmission - Radio Systems	
12. Central Office Transmission - Circuit equipment	10.60%
13. Information origination/termination - Station apparatus	
14. Information origination/termination - Customer premises wiring	
15. Information origination/termination - Large private branch exchanges	
16. Information origination/termination - Public telephone terminal equipment	
17. Information origination/termination - Other terminal equipment	
18. Cable and wire facilities - Poles	6.00%
19. Cable and wire facilities - Aerial cable - Metal	6.00%
20. Cable and wire facilities - Aerial cable - Fiber	5.80%
21. Cable and wire facilities - Underground cable - Metal	4.60%
22. Cable and wire facilities - Underground cable - Fiber	5.30%
23. Cable and wire facilities - Buried cable - Metal	5.30%
24. Cable and wire facilities - Buried cable - Fiber	4.80%
25. Cable and wire facilities - Conduit systems	2.10%
26. Cable and wire facilities - Other	

USDA-RUS		BORROWER DESIGNATION	
OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS		OR0510	
INSTRUCTIONS -- See help in the online application.		PERIOD ENDED December, 2014	
PART I -- STATEMENT OF CASH FLOWS			
1. Beginning Cash (Cash and Equivalents plus RUS Construction Fund)		3,962,677	
CASH FLOWS FROM OPERATING ACTIVITIES			
2. Net Income		1,603,218	
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities			
3. Add: Depreciation		1,647,637	
4. Add: Amortization		0	
5. Other (Explain)			
Changes in Operating Assets and Liabilities			
6. Decrease/(Increase) in Accounts Receivable		(57,467)	
7. Decrease/(Increase) in Materials and Inventory		(26,189)	
8. Decrease/(Increase) in Prepayments and Deferred Charges		(3,541)	
9. Decrease/(Increase) in Other Current Assets		0	
10. Increase/(Decrease) in Accounts Payable		313,253	
11. Increase/(Decrease) in Advance Billings & Payments		(7,805)	
12. Increase/(Decrease) in Other Current Liabilities		74,234	
13. Net Cash Provided/(Used) by Operations		3,543,340	
CASH FLOWS FROM FINANCING ACTIVITIES			
14. Decrease/(Increase) in Notes Receivable		(603,798)	
15. Increase/(Decrease) in Notes Payable		0	
16. Increase/(Decrease) in Customer Deposits		2,025	
17. Net Increase/(Decrease) in Long Term Debt (Including Current Maturities)		(606,265)	
18. Increase/(Decrease) in Other Liabilities & Deferred Credits		54,066	
19. Increase/(Decrease) in Capital Stock, Paid-in Capital, Membership and Capital Certificates & Other Capital		(361,203)	
20. Less: Payment of Dividends		0	
21. Less: Patronage Capital Credits Retired		0	
22. Other (Explain)			
23. Net Cash Provided/(Used) by Financing Activities		(1,515,175)	
CASH FLOWS FROM INVESTING ACTIVITIES			
24. Net Capital Expenditures (Property, Plant & Equipment)		(157,728)	
25. Other Long-Term Investments		(2,330,835)	
26. Other Noncurrent Assets & Jurisdictional Differences		0	
27. Other (Explain) Retirements/Long-term Inv		(214,616)	
28. Net Cash Provided/(Used) by Investing Activities		(2,703,179)	
29. Net Increase/(Decrease) in Cash		(675,014)	
30. Ending Cash		3,287,663	

Revision Date 2010

USDA-RUS  OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	BORROWER DESIGNATION  OR0510
INSTRUCTIONS - See RUS Bulletin 1744-2	PERIOD ENDED December, 2014
NOTES TO THE OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	
Resubmitted due to final audit numbers. Affiliated company net income included. Final 2014 audit also included.	

USDA-RUS  OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	BORROWER DESIGNATION  OR0510
INSTRUCTIONS - See RUS Bulletin 1744-2	PERIOD ENDED December, 2014
CERTIFICATION LOAN DEFAULT NOTES TO THE OPERATING REPORT FOR TELECOMMUNICATIONS BORROWERS	



INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH ASPECTS OF  
CONTRACTUAL AGREEMENTS AND REGULATORY REQUIREMENTS FOR  
TELEPHONE BORROWERS

The Board of Directors  
Oregon Telephone Corporation  
Mt. Vernon, Oregon

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the consolidated financial statements of Oregon Telephone Corporation and Subsidiaries, which comprise the consolidated balance sheets as of December 31, 2014 and 2013, and the related consolidated statements of revenue, comprehensive income, stockholders' equity and cash flows for the years then ended, and the related notes to the financial statements, and have issued our report thereon dated April 6, 2015. In accordance with *Government Auditing Standards*, we have also issued our report dated April 6, 2015, on our consideration of Oregon Telephone Corporation and Subsidiaries' internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. No reports other than the reports referred to above related to our audit have been furnished to management.

In connection with our audit, nothing came to our attention that caused us to believe that Oregon Telephone Corporation and Subsidiaries failed to comply with the terms, covenants, provisions, or conditions of their loan, grant, and security instruments as set forth in 7 CFR Part 1773, *Policy on Audits of Rural Utilities Service Borrowers*, §1773.33 and clarified in the RUS policy memorandum dated February 7, 2014, insofar as they relate to accounting matters as enumerated below. However, our audit was not directed primarily toward obtaining knowledge of noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding Oregon Telephone Corporation and Subsidiaries' noncompliance with the above-referenced terms, covenants, provisions, or conditions of the contractual agreements and regulatory requirements, insofar as they relate to accounting matters. In connection with our audit, we noted no matters regarding Oregon Telephone Corporation and Subsidiaries' accounting and records to indicate that Oregon Telephone Corporation and Subsidiaries did not:

Maintain adequate and effective accounting procedures;

Utilize adequate and fair methods for accumulating and recording labor, material, and overhead costs, and the distribution of these costs to construction, retirement, and maintenance or other expense accounts;

Reconcile continuing property records to the controlling general ledger plant accounts;

Clear construction accounts and accrue depreciation on completed construction;

Record and properly price the retirement of plant;

Seek approval of the sale, lease or transfer of capital assets and disposition of proceeds for the sale or lease of plant, material, or scrap;

Maintain adequate control over materials and supplies;

Prepare accurate and timely Financial and Operating Reports;

Obtain written RUS approval to enter into any contract for the management, operation, or maintenance of the borrower's system if the contract covers all or substantially all of the telephone system;

Disclose material related party transactions in the financial statements, in accordance with requirements for related parties in generally accepted accounting principles;

Record depreciation in accordance with RUS requirements (See RUS Bulletin 183-1, Depreciation Rates and Procedures);

Comply with the requirements for the detailed schedule of investments in affiliated companies.

Our audit was made for the purpose of forming an opinion on the consolidated financial statements taken as a whole. The detailed schedule of investments in affiliated companies, which is required by 7 CFR 1733.33(i), and attached to this letter, is presented for purposes of additional analysis and is not a required part of the consolidated financial statements. This information has been subjected to the auditing procedures applied in our audit of the consolidated financial statements, and in our opinion, is fairly stated, in all material respects, in relation to the consolidated financial statements, taken as a whole.

See Schedule of Investments in Affiliated Companies

This report is intended solely for the information and use of the board of directors, management, and the RUS and supplemental lenders and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

*Wiggins & Co., PC*

Brigham City, Utah  
April 6, 2015